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DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report Minerals Regulatory Program December 5, 2007

Supervisor ADH

Mine Name: Beck Street Quarry
Operator Name: Lakeview Rock Products, Inc.
Mr. Scott Hughes
900 North Redwood Road
P.O. Box 540700
Salt Lake, UTAH 84054 0700

Permit number: M/035/020
Inspection Date: December 5, 2007
Time: 9:30 AM

Inspector(s): Ms. Beth Ericksen
Other Participants: Mr. John Burgraff, Lakeview
Mine Status: Active

Weather: Sun, 40°

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Water Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Soils	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Air Quality	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Purpose of Inspection:

The purpose of the inspection was to perform a site inspection and initiate coordination of neighboring properties regarding final reclamation plans.

Inspection Summary:

Elements of Inspection #'s 1, 2, 3, 4, 5, and 9 have specific comments about each element in the sections below. Generally comments are in: 1, paragraph 3; 2 paragraph 3-4; 3, paragraph 5 & 8; 4, paragraph 2; 5, paragraph 5&6; 9, paragraph 7.



1-Mr. Burgraff indicated they are interested in the proposed meeting with adjacent property owners/operators regarding reclamation plans to ensure the area is environmentally stable and aesthetically pleasing upon reclamation. Ms. Ericksen mentioned that Staker & Parson Companies was not enthusiastic and overall uninterested about attending a meeting. Since Lakeview's south boundary adjoins with theirs, it would be helpful for cooperation with good preparation and planning to develop and understand the mining/reclamation plans and State mining regulations. Hopefully, Staker will be able to attend the meeting.

2- Ms. Ericksen asked how the run-off was managed on the south end of the property since Staker & Parsons Companies indicated they were managing Lakeview's run-off from that area. Mr. Burgraff expressed that he was at the understanding the two companies had an agreement regarding the run-off management, and Staker's installation of the catch basin was part of the agreement. He indicated they share access roads (which one is located within the run-off area) and Mr. Burgraff's Staker & Parsons Companies contact person, Mr. Marty White, has not expressed or identified issues of concern about the run-off. He indicated he would look into it and obtain more information. It was agreed he would provide a written response to the Division regarding the outcome of that inquiry.

3- There was some discussion regarding the June 2007 plan submittal. Ms. Ericksen indicated that since they do not have an approved plan, it may be unnecessary to submit the red-line strike out version that Mr. Watkins committed to. Mr. Burgraff wanted to have a discussion with Mr. Watkins, but he was not answering his phone. Ms. Ericksen mentioned that if she discovers there is a crucial reason the red-line strike out version is required, she will let Mr. Burgraff know in writing, otherwise, the Division will review the June 2007 submittal as is. Ms. Ericksen explained that if the reclamation plan leaves highwalls in place, an appropriate slope stability study would be required in order to grant a variance.

4- The site inspection consisted of obtaining a property overview from several vantage points. We viewed the recently acquired 25 acres on the northeast portion of the property that was identified in the June 2007 plan submittal. Mr. Burgraff indicated they would establish the 100-ft buffer in this area like they have in the plan submittal. They have placed warning signs in the upper area on the east side. Mr. Burgraff pointed them out, but Ms. Ericksen could just make them out since they were a bit far away from the vantage point.

5- The access roads that were viewed or traveled appeared to be well maintained and bermed appropriately. The access roadside steep-upper slopes may be susceptible to erosion and rock falls, and there may be some measures that could be taken to minimize the risk along these travel routes.

6 – Mr. Burgraff said blasting occurs based on demand, but lately blasting has taken place daily. They installed a new dust suppressant system along the face utilizing extensive piping laid on the surface. The water source is culinary water that is metered at a nearby offsite fire hydrant. Mr. Burgraff said the equipment is fueled and greased each shift at a small maintenance area closer to the Thomas property. He said they do have a night shift of 5-people, and the day shift has 20 employees.

7- There are no waste piles to inspect since the operator utilizes 100% of the mined material. Mr. Burgraff indicated they are no topsoil piles and they do not intend to salvage topsoil in the undisturbed area since it is sparse and the slopes are steep.

8-Mr. Burgraff said storm water does not accumulate in the process area nor have they had run-off issues. The property adjacent to the road had a combination of berms and fencing.

Conclusions and Recommendations:

Action items:

1-Mr. Burgraff and other Lakeview representatives are highly encouraged to attend this future meeting among Beck Street operators. The Division will notify Mr. Burgraff when the date and time is established. (Pending)

2-Mr. Burgraff will contact Staker & Parsons Companies about the run-off that Staker is capturing from their property and provide the Division with outcome information in writing. (Operator provide written response by January 3, 2008)

3-If a red-line strike out version of the plan is required, the Division will advise Lakeview in writing. (Division will provide letter by December 12, 2007, if required)

Per paragraph 5 above, it is worthwhile to investigate solutions to the potential erosion and rock fall risk on the access road upper slopes.

Inspector's Signature _____



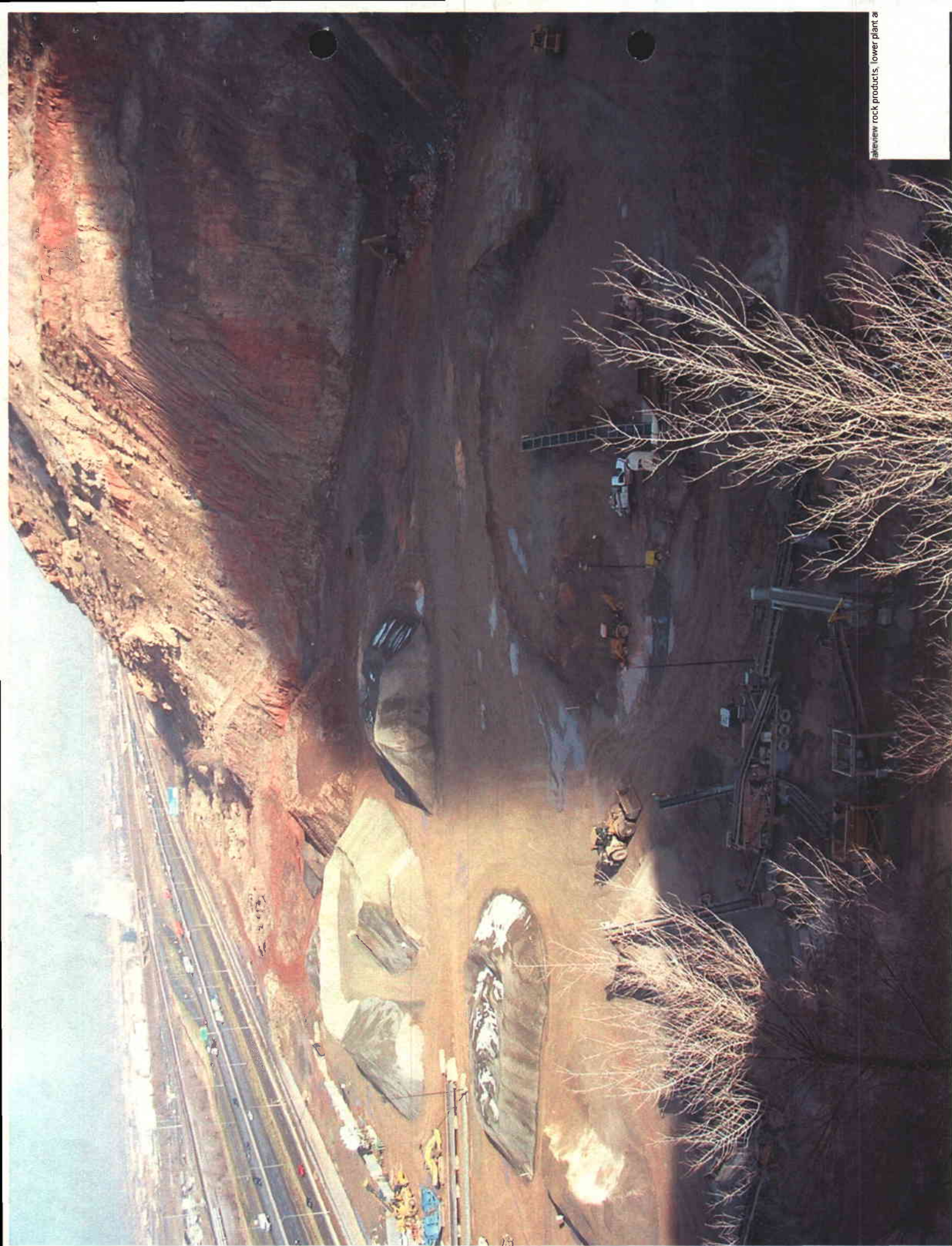
Date: 12.10.07

be:pb

cc: Mr. John Burgraff, Lakeview Rock Products, john@hughesgc.com

Attachment: photographs 1-4

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Aerial view rock products, lower plant a



direction to drill

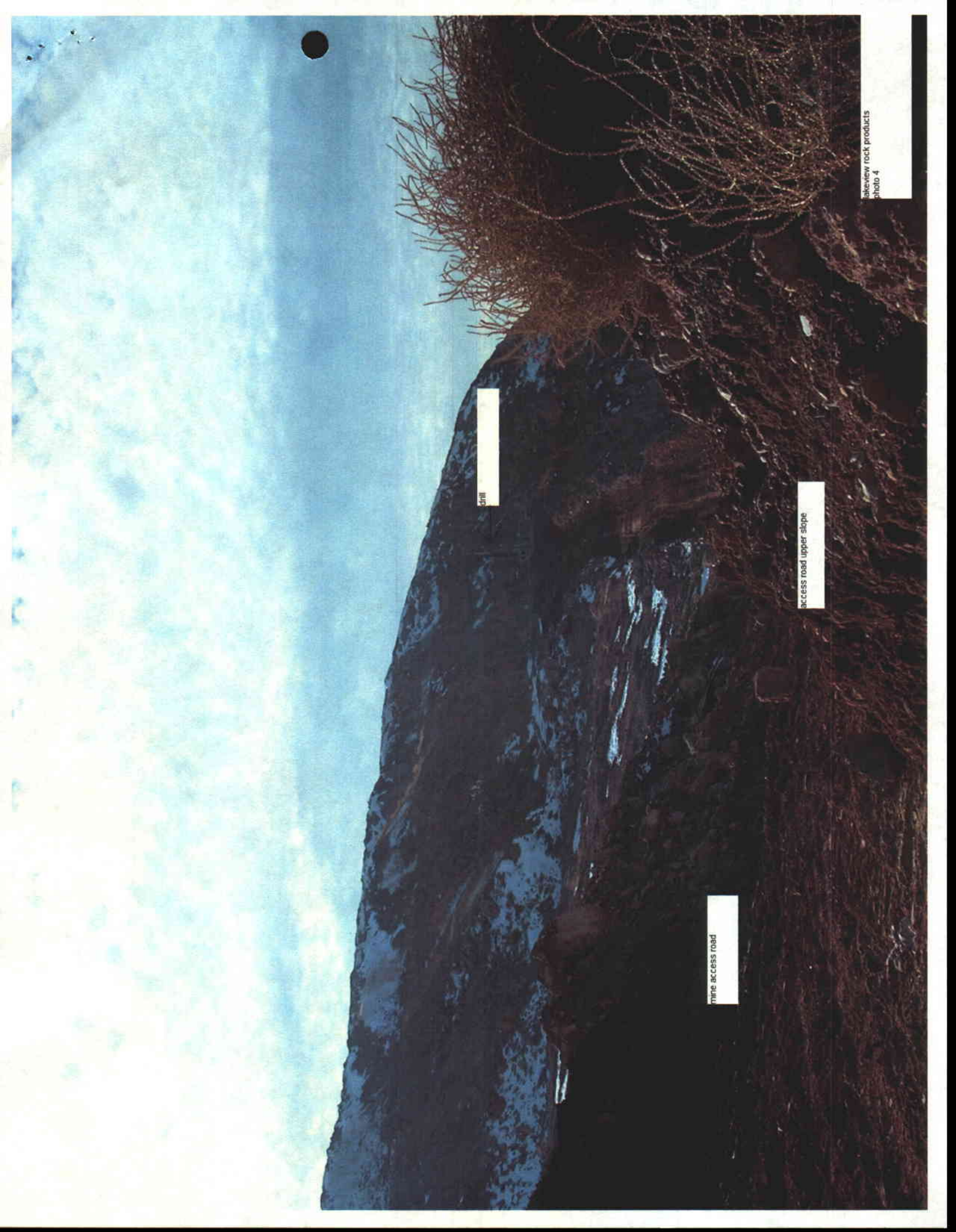
access road

lakeview rock products upper area
photo 2
looking west

dust supp. system

lakeview rock products
photo 3
lower area





lakeview rock products
photo 4

drill

access road upper slope

mine access road